

GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

Industrial Promotion – Extension of certain incentives under Industrial Investment Promotion Policy (IIPP) 2010-15 to M/S. Trimex Sands Private Limited, Srikurmam, Srikakulam District – Orders- Issued.

INDUSTRIES & COMMERCE (IP) DEPARTMENT

G.O.Ms.No.68

Dated:11-7-2011

Read the following:-

1. From the Executive Director of M/s. Trimex Sands Private Limited, Srikurmam, Srikakulam District, Letter No. Nil, dated 03.09.2010 & 20.01.2011.
2. Minutes of the State Investment Promotion Committee Meeting held on 10.02.2011
3. Minutes of the State Investment Promotion Board Meeting held on 23.02.2011.

ORDER:-

In the reference 1st read above, the Executive Director of M/s.Trimex Sands Private Limited informed that it is a subsidiary of Trimax Industries Limited and has established a Beach Sand Mining and Mineral Separation unit at Srikurmam, Srikakulam District, which is the first Private sector plant in India. Further, it was informed that these kind of minerals are being manufactured only in public sector undertaking namely Indian Rare Earth Limited upto now with its units located in Orissa, Kerala and Tamil Nadu and represented to Government to consider their project for special package of incentives.

2. M/s.Trimex Sands Private Limited has invested Rs. 240.36 crores in 1st Phase for manufacturing Ilmenite (200,000 TPA), Zircon (5,300 TPA), Rutile (5,800 TPA), Garnet (60,000 TPA) and Silimanite (50,000 TPA) providing direct employment to 158 people. The project was granted mining lease over an extent of 7.2 Sq. Kms stretch for utilizing the beach sand available in the Srikurmam deposit. The company also got permission from Ministry of Atomic Minerals, as the above minerals are under restricted list. The Trimex group is also proposing to set up an integrated Titanium Complex in Srikakulam District comprising of certain facilities with an investment of Rs.4250.00 Crs including present project.

3. The Company requested for the following incentives for their 1st phase of the project treating their project as Mega Project:

- (a) Exemption from payment of VAT / CST / GST on all purchases and sales;
- (b) To supply Power at the fixed cost of Rs. 2.50 per unit for the initial 5 years;
- (c) Reimbursement of expenditure towards registration, conversion and alienation;
- (d) Infrastructure Assistance Dedicated of Rs.35.02 Crores for;
 - (i) 33 KV over a length of 40 Kms from Chilakapalam Substation costs Rs.7.87 Crores
 - (ii) Cost of pumping facility and water pipeline over a distance of 9 Kms from Vamsadhara River of Rs. 25.00 Crores.
 - (iii) Cost of building road network covering 15 KMs of Rs.2.15 Crores
- (e) Exemption from payable Royalties on minerals for a period of 20 years.

4. State Investment Promotion Committee (SIPC) have discussed the above proposal and decided to place the matter before the State Investment Promotion Board (SIPB) with certain recommendations.

5. State Investment Promotion Board in its meeting held on 23.02.2011 discussed the proposal in detail and decided to extend the following incentives to the Company under Industrial Investment Promotional Policy (IIPP) 2010-15 policy:

- (a) 50% VAT & CST / SGST reimbursement for a period of 5 years from date of commencement of commercial production
- (b) Infrastructure assistance of Rs.5.00 Crores for facilities like roads, power, water etc.
- (c) All other incentives as per the Policy

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6. Government after careful examination of the proposal and in view of the recommendations of the State Investment Promotion Board, hereby extend the following incentives to M/s.Trimex Sands Private Limited for their proposed 1st phase of project Beach Sand Mining and Mineral Separation set up at Srikurmam, Srikakulam District with an investment of Rs.240.36 crores under Industrial Investment Promotion Policy 2010-15:-

- (a) To extend 50% VAT & CST / SGST reimbursement for a period of 5 years from date of commencement of commercial production and preference shall be given to locals in providing employment in the unit;
- (b) To extend Infrastructure assistance of Rs.5.00 Crores under IIDF for facilities like roads, power, water etc upto the door step of the industry; and
- (c) To extend other incentives as per the Industrial Investment Promotional Policy **2010-15** Policy, which include:
 - (i) 100% reimbursement of Stamp duty and transfer duty paid by the industry on purchase of land meant for industrial use;
 - (ii) 100% reimbursement of Stamp duty for mortgages and hypothecations;
 - (iii) Fixed power cost reimbursement @ Rs.0.75 per unit (upper ceiling) on the proposed revised rates (2010-11) for 5 years from the date of commencement of commercial production. In case, decrease in Power Tariff, the reimbursement will be reduced proportionately;
 - (iv) 50% Reimbursement of cost involved in skill upgradation and training the local manpower limited to Rs.2000/- per person; and
 - (v) 25% subsidy on specific cleaner production measures limited to Rs.5.00 Lakhs.

7. The Commissioner of Industries, Hyderabad shall take necessary action, accordingly and instruct the General Manager, District Industries Centre, Srikakulam Dist. to intimate the status of the progress of work done by the unit from time to time to Government.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

T.S. APPA RAO,
PRINCIPAL SECRETARY TO GOVERNMENT &
COMMISSIONER FOR INDUSTRIAL PROMOTION

To

The Commissioner of Industries, A.P., Hyderabad.

M/s.Trimex Sands Private Limited, through the Commissioner of Industries, AP, Hyderabad.

The District Collector, Srikakulam District.

Copy to:

The Revenue (CT/ Registration) Dept./The Energy Department.

The Ind. & Com. (INF) Dept./ Irrigation & CAD (PW. Reforms) Dept.

The Finance (I&C) Dept./ The Law Dept./ Ind. & Com. (Mines) Dept.

The Accountant General, Andhra Pradesh, Hyderabad

The Commissioner of Commercial Taxes, Hyderabad

The Chairman & Managing Director, APTRANSCO., Hyderabad

The General Manager, District Industries Centre, Srikakulam District

P.S. to Secretary to Chief Minister

P.S. to Minister (Major Industries, Sugar, C&EP)

P.S. to Chief Secretary to Government

P.S. to Prl. Secretary to Govt & CIP, Industries & Commerce Dept.

SC/SF

// Forwarded:: By Order //

SECTION OFFICER